

FISCAL NOTE

SB 352

February 10, 2001

SUMMARY OF BILL:

- Amends TCA 67-6-209 by stating that the transfer of tangible personal property by a subcontractor who contracts for the installation of tangible personal property as an improvement to realty does not constitute a sale and may not be permitted on that basis to obtain the benefit of any exemptions or reduced sales tax rates available to manufacturers under TCA 67-6-206 or 67-6-102(24)(E). Under existing law, the rule outlined above applies to contractors only.
- Amends TCA 67-6-356 by requiring any business operating a call center that uses its sales tax exemption authorization to purchase other services not exempted, from tax, to pay applicable tax, penalty, and interest on those non-exempt sales.

ESTIMATED FISCAL IMPACT:

MINIMAL

Bill clarifies existing statute and would not impact revenues.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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